

INSURANCE REGULATORY TRUST FUND
INVESTMENT PERFORMANCE REPORT AS OF JUNE 30, 2008

	June-08				March-08				December-07				September-07				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Actual	Quarter Policy Net ROR	Market Value	Allocation	Actual	Quarter Policy Net ROR	Market Value	Allocation	Actual	Quarter Policy Net ROR	Market Value	Allocation	Actual	Quarter Policy Net ROR	FYTD	FY07	Ended	Ended
																	Net	Net	6/30/2008	6/30/2008
																			Net	Net
LARGE CAP DOMESTIC EQUITY																				
<i>Structured Growth</i>																				
Los Angeles Capital	90,096	2.2%	2.3%	4.70%	87,741	2.1%	2.3%	-10.92%	50,243	2.2%	2.3%	-1.51%	48,139	2.3%	2.3%	0.38%	-7.79%	21.84%	7.68%	N/A
Total Structured Growth	90,096	2.2%	2.3%	4.70%	87,741	2.1%	2.3%	-10.92%	50,243	2.2%	2.3%	-1.51%	48,139	2.3%	2.3%	0.38%	-7.79%	21.84%	7.68%	9.56%
<i>Russell 1000 Growth</i>				1.25%				-10.18%				-0.77%				4.21%	-5.96%	19.04%	5.91%	7.32%
<i>Structured Value</i>																				
LSV	79,424	1.9%	2.3%	-6.98%	86,962	2.1%	2.3%	-9.75%	49,150	2.2%	2.3%	-5.55%	46,931	2.3%	2.3%	-0.91%	-21.43%	23.77%	3.81%	11.57%
<i>Russell 1000 Value</i>				-5.31%				-8.72%				-5.80%				-0.24%	-18.78%	21.87%	3.53%	8.92%
<i>Russell 1000 Enhanced Index</i>																				
LA Capital	175,285	4.3%	4.5%	1.62%	175,888	4.3%	4.5%	-10.22%	99,938	4.4%	4.5%	-1.07%	95,834	4.6%	4.5%	0.24%	-9.54%	21.27%	6.97%	N/A
<i>Russell 1000</i>				-1.89%				-9.48%				-3.23%				1.98%	-12.36%	20.43%	4.81%	
<i>S&P 500 Enhanced Index</i>																				
Westridge	177,691	4.3%	4.5%	-2.37%	199,433	4.8%	4.5%	-9.15%	112,006	4.9%	4.5%	-3.07%	106,209	5.1%	4.5%	2.15%	-12.18%	21.12%	4.98%	N/A
<i>S&P 500</i>				-2.73%				-9.44%				-3.33%				2.03%	-13.12%	20.59%	4.41%	
<i>Index</i>																				
State Street	57,988			-2.27%	65,024			-10.68%	30,403			-5.72%	29,102			-0.66%	-18.24%	21.82%	2.93%	6.64%
Total 130/30	57,988	1.4%	1.5%	-2.27%	65,024	1.6%	1.5%	-10.68%	30,403	1.3%	1.5%	-5.72%	29,102	1.4%	1.5%	-0.66%	-18.24%	21.82%	2.93%	6.64%
<i>S&P 500</i>				-2.73%				-9.44%				-3.33%				2.03%	-13.12%	20.59%	4.41%	7.59%
TOTAL LARGE CAP DOMESTIC EQUITY	580,484	14.2%	15.0%	-0.84%	615,048	14.9%	15.0%	-9.95%	341,739	15.0%	15.0%	-2.85%	326,214	15.6%	15.0%	0.62%	-12.71%	21.86%	5.68%	9.31%
<i>S&P 500</i>				-2.73%				-9.44%				-3.33%				2.03%	-13.12%	20.59%	4.41%	7.59%
SMALL CAP DOMESTIC EQUITY																				
<i>Manager-of-Managers</i>																				
SEI	96,091	2.4%	2.5%	-0.80%	103,971	2.5%	2.5%	-11.52%	58,013	2.5%	2.5%	-6.42%	53,668	2.6%	2.5%	-3.74%	-20.93%	18.39%	2.06%	9.10%
<i>Russell 2000 + 200bp</i>				1.09%				-9.43%				-4.09%				-2.60%	-14.48%	18.76%	5.88%	12.50%
<i>Enhanced</i>																				
Research Affiliates	93,862	2.3%	2.5%	-2.98%	103,743	2.5%	2.5%	-6.82%	54,982	2.4%	2.5%	-7.07%	51,170	2.5%	2.5%	N/A	N/A	N/A	N/A	N/A
<i>Russell 2000</i>				0.58%				-9.90%				-4.58%				-3.09%	-16.19%			
TOTAL SMALL CAP DOMESTIC EQUITY	189,952	4.6%	5.0%	-1.89%	207,714	5.0%	5.0%	-9.24%	112,995	5.0%	5.0%	-6.74%	104,839	5.0%	5.0%	-5.05%	-21.14%	18.39%	1.97%	9.04%
<i>Russell 2000</i>				0.58%				-9.90%				-4.58%				-3.09%	-16.19%	16.44%	3.79%	10.29%
INTERNATIONAL EQUITY																				
<i>Large Cap - Active</i>																				
Capital Guardian	156,622	3.8%	4.0%	-0.95%	168,683	4.1%	4.0%	-10.94%	91,703	4.0%	4.0%	-1.24%	86,331	4.1%	4.0%	0.59%	-12.37%	25.99%	12.24%	14.35%
LSV	150,971	3.7%	4.0%	-5.76%	158,985	3.9%	4.0%	-12.88%	88,172	3.9%	4.0%	-6.42%	87,639	4.2%	4.0%	-3.40%	-25.78%	31.24%	7.37%	N/A
Total Large Cap - Active	307,593	7.5%	8.0%	-3.33%	327,669	8.0%	8.0%	-11.89%	179,874	7.9%	8.0%	-3.83%	173,970	8.3%	8.0%	-1.46%	-19.29%	28.57%	9.83%	13.46%
<i>MSCI EAFE - 50% Hedged</i>				-1.47%				-12.04%				-2.19%				0.11%	-15.14%	26.94%	10.93%	14.67%
<i>Small Cap - Value</i>																				
DFA	36,545	0.9%	1.0%	-5.15%	41,171	1.0%	1.0%	-3.63%	21,804	1.0%	1.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Lazard	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	21,290	1.0%	1.0%	-3.92%	N/A	21.03%	N/A	N/A
Total Small Cap Value	36,545	0.9%	1.0%	-5.15%	41,171	1.0%	1.0%	-3.63%	21,804	1.0%	1.0%	-0.64%	21,290	1.0%	1.0%	-3.92%	-12.74%	21.03%	9.30%	17.27%
<i>S&P/Citigroup Broad Market Index < \$2BN</i>				-6.52%				-14.70%				-5.94%				-0.66%	-25.49%	28.58%	7.39%	17.33%
<i>Small Cap - Growth</i>																				
Vanguard	36,072	0.9%	1.0%	-3.90%	40,107	1.0%	1.0%	-8.40%	22,319	1.0%	1.0%	-4.89%	20,835	1.0%	1.0%	-1.48%	-17.52%	31.00%	11.77%	20.18%
<i>Citigroup Broad Market Index < \$2BN</i>				-6.52%				-14.70%				-5.94%				-0.66%	-25.49%	28.58%	7.39%	17.33%
TOTAL INTERNATIONAL EQUITY	380,209	9.3%	10.0%	-3.60%	408,947	9.9%	10.0%	-10.77%	223,998	9.8%	10.0%	-3.99%	216,095	10.4%	10.0%	-1.72%	-18.83%	28.02%	9.79%	14.56%
<i>MSCI EAFE - 50% Hedged</i>				-1.47%				-12.04%				-2.19%				0.11%	-15.14%	26.94%	10.93%	14.67%
DOMESTIC FIXED INCOME																				
<i>Core Bond</i>																				
Western Asset	439,609	10.8%	10.9%	-0.39%	424,332	10.3%	10.9%	-1.03%	240,282	10.5%	10.9%	1.63%	218,226	10.5%	10.9%	1.87%	2.06%	7.29%	2.76%	3.55%
<i>Lehman Aggregate</i>				-1.02%				2.17%				3.00%				2.84%	7.12%	6.12%	4.09%	3.86%
<i>Mortgage Backed</i>																				
Hyperion	101,706	2.5%	2.8%	-10.59%	108,529	2.6%	2.8%	-8.07%	64,273	2.8%	2.8%	-1.11%	59,396	2.8%	2.8%	-1.88%	-20.24%	N/A	N/A	N/A
<i>Lehman Global Aggregate (US Securitized Portion)</i>				-1.34%				4.18%				3.15%				3.88%	10.14%			
<i>Core Plus/Enhanced</i>																				
Clifton Group	128,135	3.1%	2.8%	-1.15%	127,855	3.1%	2.8%	3.34%	70,046	3.1%	2.8%	3.64%	61,614	3.0%	2.8%	4.06%	10.17%	5.52%	N/A	N/A
Prudential	129,583	3.2%	2.8%	-0.50%	124,391	3.0%	2.8%	0.95%	67,160	2.9%	2.8%	2.45%	59,978	2.9%	2.8%	1.94%	4.89%	N/A	N/A	N/A
Total Core Plus/Enhanced	257,718	6.3%	5.6%	-0.83%	252,246	6.1%	5.6%	2.17%	137,207	6.0%	5.6%	3.05%	121,592	5.8%	5.6%	3.00%	7.55%	5.95%	N/A	N/A
<i>Lehman Aggregate</i>				-1.02%				2.17%				3.00%				2.84%	7.12%	6.12%		

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INVESTMENT PERFORMANCE REPORT AS OF JUNE 30, 2008

	June-08				March-08				December-07				September-07				Current	Prior Year	3 Years	5 Years
	Allocation		Quarter		Allocation		Quarter		Allocation		Quarter		Allocation		Quarter		FYTD	FY07	Ended	Ended
	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	6/30/2008	6/30/2008
Index																				
Bank of ND	221,553	5.4%	4.9%	-1.53%	218,825	5.3%	4.9%	2.94%	120,200	5.3%	4.9%	3.05%	108,630	5.2%	4.9%	3.10%	7.68%	5.45%	3.93%	3.28%
<i>Lehman Gov/Credit (1)</i>				-1.51%				2.53%				3.10%				3.01%	7.24%	6.00%	3.84%	3.24%
BBB Average Quality																				
Wells Capital (formerly Strong)	444,260	10.9%	10.9%	-0.31%	432,295	10.5%	10.9%	0.37%	238,209	10.4%	10.9%	1.98%	215,331	10.3%	10.9%	1.48%	3.55%	7.93%	3.04%	3.85%
<i>Lehman US Credit BAA</i>				0.11%				-1.05%				1.90%				1.67%	2.62%	7.54%	2.52%	3.59%
TOTAL DOMESTIC FIXED INCOME	1,464,846	35.8%	35.0%	-1.39%	1,436,227	34.9%	35.0%	-0.04%	800,171	35.1%	35.0%	1.96%	723,175	34.7%	35.0%	1.80%	2.32%	7.11%	3.89%	5.04%
<i>Lehman Aggregate (2)</i>				-1.02%				2.17%				3.00%				2.84%	7.12%	6.12%	4.09%	3.73%
CASH EQUIVALENTS																				
Bank of ND	1,471,935	36.0%	35.0%	0.49%	1,451,994	35.2%	35.0%	0.70%	802,691	35.2%	35.0%	0.96%	714,620	34.3%	35.0%	1.24%	3.43%	5.36%	4.10%	3.38%
<i>90 Day T-Bill</i>				0.31%				0.88%				1.05%				1.34%	3.63%	5.21%	4.27%	3.18%
TOTAL INSURANCE REGULATORY TRUST	4,087,426	100.0%	100.0%	-0.79%	4,119,931	100.0%	100.0%	-2.75%	2,281,594	100.0%	100.0%	-0.12%	2,084,943	100.0%	100.0%	0.96%	-2.71%	11.10%	4.56%	5.72%
POLICY TARGET BENCHMARK				-0.66%				-2.11%				0.48%				1.65%	1.85%	10.39%	5.91%	6.12%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.

(2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.